

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-02156A
Rio Verde Utilities - Sewer
25609 Danny Lane, Ste 1
Rio Verde, AZ 85263

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN05	07
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4-17-08

COMPANY INFORMATION

Company Name (Business Name) <u>Rio Verde Utilities, Inc.</u>		
Mailing Address <u>25609 N. Danny Lane, Suite 1</u>		
<u>Rio Verde</u> (City)	<u>AZ</u> (State)	<u>85263</u> (Zip)
<u>(480) 471-7247</u> Telephone No. (Include Area Code)	<u>(480) 471-7636</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Jim Thomson</u>		<u>Vice President</u>	
(Name)		(Title)	
<u>25609 N. Danny Lane, Suite 1</u>	<u>Rio Verde</u>	<u>AZ</u>	<u>85263</u>
(Street)	(City)	(State)	(Zip)
<u>(480) 471-7247</u>	<u>(480) 471-7636</u>	 Cell No. (Include Area Code)	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)		
Email Address <u>jimthomson@theverdes.com</u>			
On Site Manager: <u>Michael L. Kleminski</u>			
(Name)			
<u>25609 N. Danny Lane, Suite 1</u>	<u>Rio Verde</u>	<u>AZ</u>	<u>85263</u>
(Street)	(City)	(State)	(Zip)
<u>(480) 471-7247</u>	<u>(480) 471-7636</u>	 Cell No. (Include Area Code)	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)		
Email Address <u>michaelkleminski@theverdes.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Jim Thomson
(Name)

25609 N. Danny Lane, Suite 1 Rio Verde AZ 85263
(Street) (City) (State) (Zip)

(480) 471-7247 (480) 471-7636
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Richard Salquist
(Name)

4500 S. Lakeshore Dr Suite 339 Tempe AZ 85285
(Street) (City) (State) (Zip)

(602) 224-9222 (480) 730-0761
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Rio Verde Utilities, Inc Sewer Division

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	1,380		
352	Franchises			
353	Land and Land Rights	50,513		
354	Structures and Improvements	280,336		
355	Power Generation Equipment			
360	Collection Sewers – Force	61,069		
361	Collection Sewers – Gravity	1,723,698		
362	Special Collecting Structures	194,805		
363	Services to Customers	562,446		
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	2,386,928		
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	7,702		
391	Transportation Equipment	39,097		
393	Tools, Shop and Garage Equip.	21,333		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment			
398	Other Tangible Plant	76,860		
	TOTALS	5,464,472	1,927,569	3,536,903

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Rio Verde Utilities, Inc. Sewer Division

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	1380		
352	Franchises			
353	Land and Land Rights	50,513		
354	Structures and Improvements	280,336		
355	Power Generation Equipment			
360	Collection Sewers – Force	61,069		
361	Collection Sewers – Gravity	1,723,698		
362	Special Collecting Structures	194,885		
363	Services to Customers	562,446		
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	2,386,928		
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	7,702		
391	Transportation Equipment	39,097		
393	Tools, Shop and Garage Equip.	21,333		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment			
398	Other Tangible Plant	76,860		
	TOTALS	5,464,472	1.4047	76761

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME Rio Verde Utilities, Inc. Sewer Division

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 44,710	\$ 4,684
132	Special Deposits		980,000
135	Temporary Cash Investments	644,429	104,076
141	Customer Accounts Receivable	58,332	50,548
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	63,387	108,035
174	Miscellaneous Current and Accrued Assets	337,834	333,070
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1,148,692	\$ 1,580,413
	FIXED ASSETS		
101	Utility Plant in Service	\$ 5,453,238	\$ 5,464,472
103	Property Held for Future Use	1,290,354	1,290,354
105	Construction Work in Progress	149,001	236,887
108	Accumulated Depreciation - Utility Plant	(1,786,785)	(1,927,569)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 5,105,808	\$ 5,064,145
	TOTAL ASSETS	\$ 6,254,500	\$ 6,644,558

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

COMPANY NAME

Rio Verde Utilities, Inc. Sewer Division

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 54,748	\$ 56,325
232	Notes Payable (Current Portion)	118,772	137,312
234	Notes/Accounts Payable to Associated Companies	46,749	17,687
235	Customer Deposits		
236	Accrued Taxes	2,809	3,105
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 223,078	\$ 214,429
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 2,278,648	\$ 2,133,568
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
255	Accumulated Deferred Investment Tax Credits	17,180	14,736
271	Contributions in Aid of Construction	2,458,879	2,458,879
272	Less: Amortization of Contributions	(765,752)	(829,775)
281	Accumulated Deferred Income Tax	251,294	315,391
	TOTAL DEFERRED CREDITS	\$ 1,961,601	\$ 1,959,231
	TOTAL LIABILITIES	\$ 4,463,327	\$ 4,307,228
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,428,357	\$ 1,428,357
211	Other Paid in Capital		578,265
215	Retained Earnings	362,815	330,709
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,791,172	\$ 2,337,331
	TOTAL LIABILITIES AND CAPITAL	\$ 6,254,500	\$ 6,644,558

COMPANY NAME Rio Verde Utilities Inc. Sewer Division

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 871,781	\$ 894,466
522	Measured Revenues		
536	Other Wastewater Revenues	113,202	68,994
	TOTAL REVENUES	\$ 984,983	\$ 963,460
	OPERATING EXPENSES		
701	Salaries and Wages	\$ 117,031	\$ 118,146
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	16,368	14,572
715	Purchased Power	69,650	73,548
716	Fuel for Power Production		
718	Chemicals	35,146	28,889
720	Materials and Supplies	7,602	10,389
731	Contractual Services – Professional	6,819	14,708
735	Contractual Services – Testing	2,468	1,920
736	Contractual Services – Other	79,467	96,034
740	Rents		
750	Transportation Expense	9,130	9,708
755	Insurance Expense	11,630	11,339
765	Regulatory Commission Expense		
775	Miscellaneous Expense	188,223	192,046
403	Depreciation Expense	76,760	76,761
408	Taxes Other Than Income	12,934	16,972
408.11	Property Taxes	31,668	26,953
409	Income Taxes	48,204	43,132
	TOTAL OPERATING EXPENSES	\$ 712,294	\$ 735,117
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 25,703	\$ 24,514
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(221,373)	(202,261)
	TOTAL OTHER INCOME/EXPENSE	\$ (195,670)	\$ (177,745)
	NET INCOME/(LOSS)	\$ 77,019	\$ 50,657

COMPANY NAME	Rio Verde Utilities, Inc.	Sewer Division
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SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/22/1996	12/06/2001		
Source of Loan	CoBank	CoBank		
ACC Decision No.	59392	63585		
Reason for Loan	Plant Expansion	Plant Expansion		
Dollar Amount Issued	\$ 2,000,000	\$ 1,179,398	\$	\$
Amount Outstanding	\$ 1,257,567	\$ 972,882	\$	\$
Date of Maturity	6/20/2016	12/21/2021		
Interest Rate	1/2 variable 1/2 9.8 %	Variable %	%	%
Current Year Interest	\$ 118,310	\$ 81,133	\$	\$
Current Year Principle	\$ 96,867	\$ 40,445	\$	\$

COMPANY NAME <i>Rio Verde Utilities, Inc.</i>	
Name of System: <i>07-121</i>	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	<i>extended Aeration, tertiary treatment, w/ pressure filtration & effluent disinfection</i>
DESIGN CAPACITY OF PLANT (Gallons Per Day)	<i>700,000</i>

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
<i>25202 N Forest Rd</i>	<i>3</i>	<i>10</i>	<i>530</i>	<i>2400</i>
<i>25202 N Forest Rd</i>	<i>3</i>	<i>5</i>	<i>390</i>	<i>5100</i>
<i>Tanque Verde (east) Lift Sta</i>	<i>1</i>	<i>5</i>	<i>250</i>	<i>1340</i>
<i>"</i>	<i>1</i>	<i>3</i>	<i>160</i>	<i>"</i>
<i>"</i>	<i>1</i>	<i>1</i>	<i>60</i>	<i>"</i>
<i>Box BAR</i>	<i>2</i>	<i>1</i>	<i>13</i>	<i>146</i>

FORCE MAINS

Size	Material	Length (Feet)
<i>4-inch</i>	<i>PVC</i>	<i>400</i>
<i>6-inch</i>	<i>PVC</i>	<i>14441</i>
<i>2-inch</i>	<i>HDPE</i>	<i>2500</i>

MANHOLES

Type	Quantity
<i>Standard</i>	<i>482</i>
<i>Drop</i>	<i>118</i>

CLEANOUTS

Quantity
<i>104</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	Rio Verde Utilities, Inc.	
Name of System:	07-121	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	PVC	5951
8	"	134,655
10	"	1312
12	"	12586
15	"	5200
18		
21		
24		
30		
8	DIP	380

SERVICES

Size (in inches)	Material	Quantity
4	PVC	1678
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY PER WASTEWATER SYSTEM

SOLIDS PROCESSING AND HANDLING FACILITIES	Vacuum & Plate Press w/ 25 yd ³ container
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Hypochlorination w/ 12.5% Bleach (1500 gal storage)
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	7 Dual Media Pressure Filters
STRUCTURES (Buildings, Fences, Etc.)	Lab/office WWTP wall enclosure 3 Blower/Maintenance Bldg.
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	STANDBY Generators 75 KW, 130 KW, & 230 KW spectrophotometer, nephelometer, autoclave, oven, incubators

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	<i>Rio Verde Utilities, Inc</i>		
Name of System:	<i>07-121</i>	Wastewater Inventory Number (if applicable):	

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	<i>1595</i>	<i>6 652 000</i>	<i>250 000</i>
February	<i>1597</i>	<i>6 247 000</i>	<i>267 000</i>
March	<i>1597</i>	<i>7 296 000</i>	<i>267 000</i>
April	<i>1601</i>	<i>6340 000</i>	<i>266 000</i>
May	<i>1602</i>	<i>4618 000</i>	<i>243 000</i>
June	<i>1602</i>	<i>3379 000</i>	<i>232 000</i>
July	<i>1602</i>	<i>2 941 000</i>	<i>115 000</i>
August	<i>1603</i>	<i>3 225 000</i>	<i>142 000</i>
September	<i>1604</i>	<i>3 277 000</i>	<i>132 000</i>
October	<i>1604</i>	<i>3548 000</i>	<i>162 000</i>
November	<i>1605</i>	<i>5297 000</i>	<i>222 000</i>
December	<i>1605</i>	<i>5547 000</i>	<i>317 000</i>

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE PER WASTEWATER SYSTEM

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	<i>Reuse</i>
Groundwater Permit Number	<i>37-121</i>
ADEQ Aquifer Protection Permit Number	<i>NA</i>
ADEQ Reuse Permit Number	<i>P - 100197</i>
EPA NPDES Permit Number	<i>P - 100197</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Rio Verde Utilities, Inc. YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 328,939
Estimated or Actual Federal Tax Liability 49,295

State Taxable Income Reported 328,939
Estimated or Actual State Tax Liability 12,454

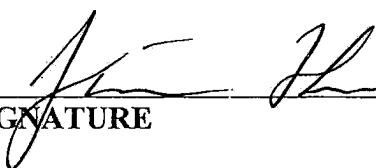
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4-15-2008
DATE

Jim Thomson
PRINTED NAME

VP
TITLE

COMPANY NAME Rio Verde Utilities, Inc. YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 26,953

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Thomson, VP</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

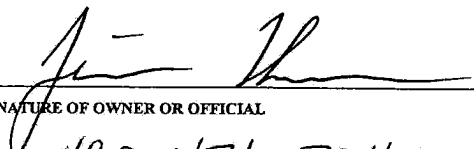
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

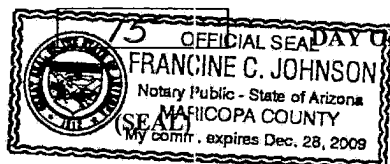
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2008</u>


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Dec. 28, 2009

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Thomson, VP</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 963,460

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

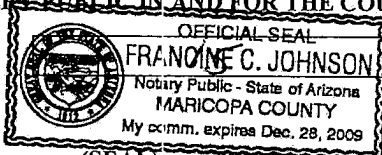
**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



(SEAL)

DAY OF

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u> , 20 <u>08</u>

Francine C. Johnson
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Dec. 28, 2009

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>		
NAME (OWNER OR OFFICIAL) <u>Jim Thomson</u>	TITLE <u>VP</u>	
COMPANY NAME <u>Rio Verde Utilities, Inc.</u>		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 836,865

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

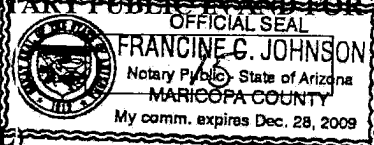
X Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
680-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

(SEAL)



DAY OF

NOTARY PUBLIC NAME <u>FRANCINE C. JOHNSON</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

MY COMMISSION EXPIRES Dec. 28, 2009

X Francine C. Johnson
SIGNATURE OF NOTARY PUBLIC

PARCEL/ACCOUNT # 653-00-003 5

Verify the property description on the back of this statement to make certain you are paying on the correct parcel. The Treasurer's Office is not responsible for payments to incorrect parcels.

(602) 506-8511



**MARICOPA COUNTY
TREASURER**

DAVID SCHWEIKERT

301 W JEFFERSON ST - Room 100
PHOENIX, AZ 85003-2199

Sign up for

Parcel Watch

and receive tax bill
notifications via email

www.treasurer.maricopa.gov



645 660 *****AUTO**SCH 5-DIGIT 85262
RIO VERDE UTILITIES INC (SEWER DIVISION)
25608 N DANNY LN STE 1
RIO VERDE, AZ 85263-8131

MARICOPA COUNTY 2007 PROPERTY TAX STATEMENT

So we can provide you with more of the information you want regarding your property taxes...

**Tax information
is now on the
other side**

PAYMENT

Your 2007 Property Tax Summary for Parcel # 653-00-003 5

(232959=PRTCNTL)				
Limited Value (Primary)	2006	Ratio	Assessed	2007
	1,769,000	.245	433,405	1,807,000
Full Cash Value (Secondary)	1,769,000	.245	433,405	1,807,000
				2007 Tax
				15,314.10
				11,638.86
Total 2007 Taxes Assessed				\$26,952.96

Definitions

Primary Limited Value..... Legislatively established value based on a mathematical formula that limits the valuation increase in any given year.
 PRI..... Taxes on Limited Value for the maintenance and operation of State, County, Cities, School Districts and Community College Districts.
 Full Cash Value..... Assessor's estimate of true market value.
 SEC..... Taxes on Full Cash Value, but used to fund bonds, overrides, and certain special districts.
 Special Districts..... Limited purpose taxing districts such as Flood Control, Fire, Irrigation, etc.

Payments

First half tax is due 10/1/07. Interest penalty after 5pm on 11/1/07.
 Second half tax is due 3/1/08. Interest penalty after 5pm on 5/1/08.
 For tax amounts more than \$100, if the entire amount is paid in full by 12/31/07, no interest is charged.
 Full year taxes of \$100 or less must be paid in full by 11/1/07.
 Interest on late payments is 16% per year (ARS § 42-18053).

Secondary Total	1,807,000	.240	433,580
SPECIAL DISTRICT VALUE/ACRES/60 FT = ASSESSED			
RIO VERDE FIRE DISTRICT		433580	11578

Online payments may be your answer. Visit www.treasurer.maricopa.gov to learn more about making payments on-line.

Learn how your tax dollars are spent!
More detailed information is available at www.treasurer.maricopa.gov. View your tax bill online, and find information about how your property taxes are allocated.

View a map of delinquent parcels
Check your property on our new map! The map highlights properties that are behind in their taxes. It will also help you check to see if there are any "orphan" parcels associated with your real estate. Visit www.treasurer.maricopa.gov.

	Rate/100	2006 Amount	2007 Amount	Change
COUNTY EDUC. (ARS 15-991.01)	PRI	1.6020	7,538.64	-7.8% ↓
COMMUNITY COLLEGE DIST	PRI	.8246	3,820.46	-6.4% ↓
COMMUNITY COLLEGE DIST BONDS	SEC	.1514	793.56	-17.2% ↓
EDUCATION EQUALIZATION	PRI	.0000	0.00	0.0% ↓
TOTAL FOR SCHOOLS / EDUCATION				
		12,152.66	11,180.25	
NONE				
TOTAL FOR CITY TAXES				
GENERAL COUNTY FUND				
	PRI	1.1046	5,111.58	-6.2% ↓
TOTAL FOR GENERAL COUNTY			5,111.58	
GENERAL COUNTY FUND				
			4,790.43	
TOTAL FOR SPECIAL DISTRICTS				
			10,982.28	
STATE AID				
			29,585.64	
Grand Total			28,952.96	-8.9% ↓